

CRITERIA FOR EVALUATING TAX EXPENDITURES

1. The amount of revenue lost.
2. The number of taxpayers affected.
3. Equity among taxpayers.
4. Desired behavior or activity resulted from the tax benefit.
5. Other existing incentives to spur the intended economic activity.
6. Obsolete, favorable credits that have not been updated to reflect current law.
7. The type, magnitude, and duration of the economic activity generated.
8. The sustainability of the economic activity generated.
9. Relative priority of the tax expenditure among all State expenditures with respect to the resulting public benefit.
10. Easier administration of the tax code.